

ModernGraham Valuation

Company Name:

Intel Corporation

Company Ticker INTC

Date of Analysis

11/18/2015



Stage 1: Is this company suitable for the Defensive Investor or the Enterprising Investor?

Defensive Investor; must pass 6 out of the following 7 tests.

1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$154,169,764,288	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	2.40	Pass
3. Earnings Stability	Positive EPS for 10 years prior		Pass
4. Dividend Record	Dividend Payments for 10 years prior		Pass
5. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	116.22%	Pass
6. Moderate PEmg Ratio	PEmg < 20	15.05	Pass
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	2.79	Pass

Enterprising Investor; must pass 4 out of the following 5 tests, or be suitable for the Defensive Investor.

1. Sufficiently Strong Financial Condition	Current Ratio > 1.5	2.40	Pass
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	0.95	Pass
3. Earnings Stability	Positive EPS for 5 years prior		Pass
4. Dividend Record	Currently Pays Dividend		Pass
5. Earnings Growth	EPSmg greater than 5 years ago		Pass

Suitability

Defensive	Yes
Enterprising	Yes

Stage 2: Determination of Intrinsic Value

EPSmg	\$2.17
MG Growth Estimate	4.29%
MG Value	\$37.07
MG Value based on 3% Growth	\$31.47
MG Value based on 0% Growth	\$18.45
Market Implied Growth Rate	3.28%

MG Opinion

Current Price	\$32.67
% of Intrinsic Value	88.13%
Opinion	Fairly Valued

Stage 3: Information for Further Research

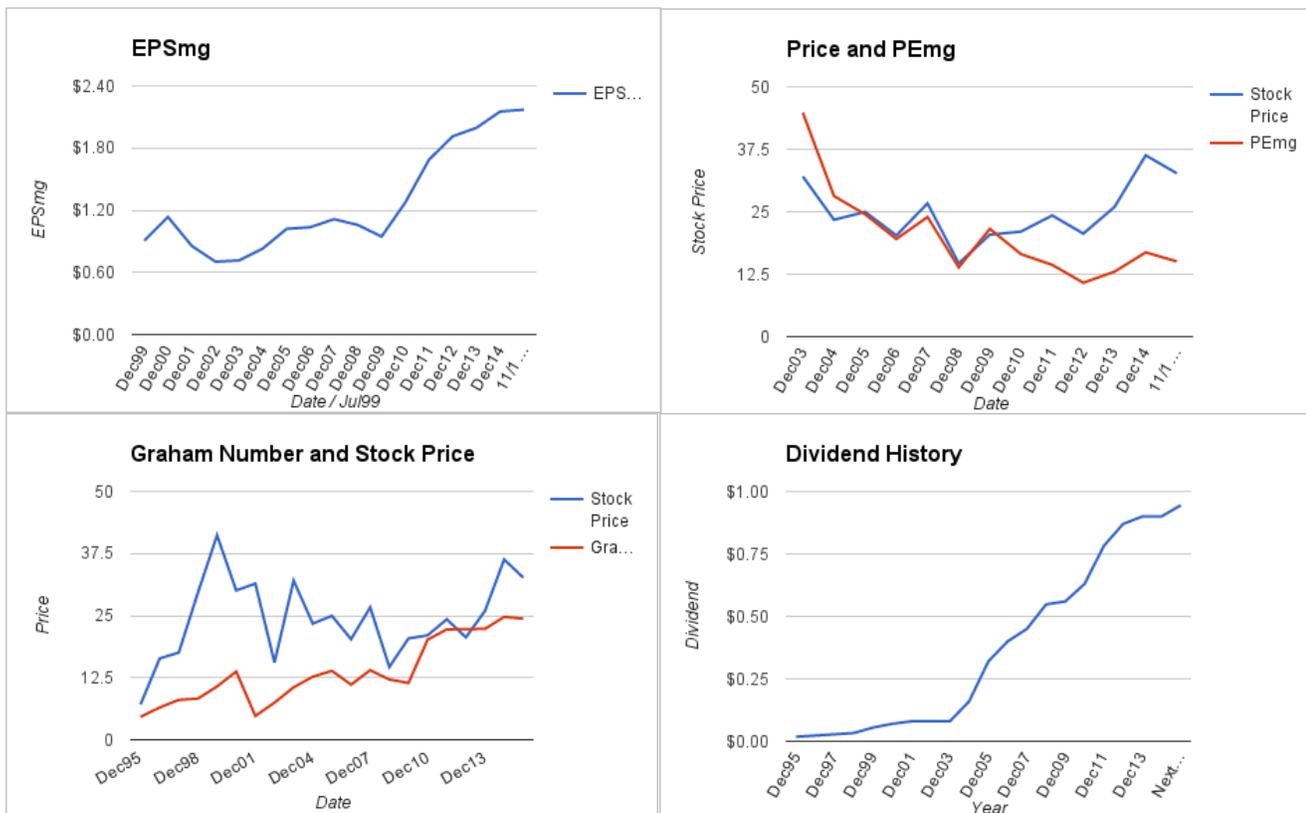
Net Current Asset Value (NCAV)	-\$1.08
Graham Number	\$24.38
PEmg	15.05
Current Ratio	2.40
PB Ratio	2.79
Dividend Yield	2.89%
Number of Consecutive Years of Dividend Growth	1

Useful Links:

ModernGraham tagged articles	Morningstar
Google Finance	MSN Money
Yahoo Finance	Seeking Alpha
GuruFocus	SEC Filings

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$2.20	Next Fiscal Year Estimate	\$2.17
Dec14	\$2.31	Dec14	\$2.15
Dec13	\$1.89	Dec13	\$2.00
Dec12	\$2.13	Dec12	\$1.91
Dec11	\$2.39	Dec11	\$1.69
Dec10	\$2.01	Dec10	\$1.27
Dec09	\$0.77	Dec09	\$0.95
Dec08	\$0.92	Dec08	\$1.06
Dec07	\$1.18	Dec07	\$1.11
Dec06	\$0.86	Dec06	\$1.04
Dec05	\$1.40	Dec05	\$1.02
Dec04	\$1.16	Dec04	\$0.83
Dec03	\$0.85	Dec03	\$0.72
Dec02	\$0.46	Dec02	\$0.70
Dec01	\$0.19	Dec01	\$0.86
Dec00	\$1.51	Dec00	\$1.13
Dec99	\$1.05	Dec99	\$0.91
Dec98	\$0.87	Balance Sheet Information Sep15	
Dec97	\$0.97	Total Current Assets	\$36,205,000,000
Dec96	\$0.73	Total Current Liabilities	\$15,080,000,000
Dec95	\$0.51	Long-Term Debt	\$20,059,000,000
		Total Assets	\$98,552,000,000
		Intangible Assets	\$15,048,000,000
		Total Liabilities	\$41,455,000,000
		Shares Outstanding (Diluted Average)	4,876,000,000





Disclaimer:

This valuation is not investment advice. Anyone who is considering making an investment decision should speak to a registered investment advisor.

The author did not hold a position in any company mentioned in this article at the time of publication and had no intention of changing those holdings within the next 72 hours.

Recommended Reading:

Other ModernGraham posts about the company

- [The Best Stocks of the IT Hardware Industry – September 2015](#)
- [15 Best Stocks For Value Investors This Week – 8/22/15](#)
- [Intel Corporation Analysis – August 2015 Update \\$INTC](#)
- [30 Companies in the Spotlight This Week – 5/23/15](#)
- [Intel Corporation Quarterly Valuation – May 2015 \\$INTC](#)

Other ModernGraham posts about related companies

- [FLIR Systems Inc. Valuation – November 2015 Update \\$FLIR](#)
- [NVIDIA Corporation Valuation – November 2015 Update \\$NVDA](#)
- [FMC Technologies Inc. Valuation – November 2015 Update \\$FTI](#)
- [Applied Materials Inc Valuation – November 2015 Update \\$AMAT](#)
- [Micron Technology Inc. Valuation – November 2015 Update \\$MU](#)
- [Xilinx Inc. Valuation – November 2015 Update \\$XLNX](#)
- [Ametek Inc. Valuation – November 2015 Update \\$AME](#)
- [Skyworks Solutions Inc. Valuation – October 2015 Update \\$SWKS](#)
- [Agilent Technologies Inc. Valuation – October 2015 Update \\$A](#)
- [Western Digital Corporation Valuation – October 2015 Update \\$WDC](#)